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## SENATE BILL 6748

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State of Washington

55th Legislature

1998 Regular Session

By Senator Schow

Read first time 02/04/98. Referred to Committee on Commerce & Labor.

- 1 AN ACT Relating to gambling devices and terminals; amending RCW
- 2 9.46.0233 and 9.46.0241; and adding a new section to chapter 9.46 RCW.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 4 **Sec. 1.** RCW 9.46.0233 and 1987 c 4 s 24 are each amended to read 5 as follows:
- 5 as follows: 6 (1) "Fund raising event," as used in this chapter, means a fund

raising event conducted during any seventy-two consecutive hours but

- 8 exceeding twenty-four consecutive hours and not more than once in any
- 9 calendar year or a fund raising event conducted not more than twice
- 9 calendar year or a fund raising event conducted not more than twice 10 each calendar year for not more than twenty-four consecutive hours each
- 11 time by a bona fide charitable or nonprofit organization as defined in
- 12 RCW 9.46.0209 other than any agricultural fair referred to thereunder,
- 13 upon authorization therefor by the commission, which the legislature
- 14 hereby authorizes to issue a license therefor, with or without fee,
- 15 permitting the following activities, or any of them, during such event:
- 16 Bingo, amusement games, contests of chance, lotteries and raffles:
- 17 PROVIDED, That: (a)  $\underline{G}$ ross wagers and bets received by the organization
- 18 less the amount of money paid by the organization as winnings and for
- 19 the purchase cost of prizes given as winnings do not exceed ten

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thousand dollars during the total calendar days of such fund raising 1 2 event in the calendar year; (b) ((such activities shall not include any mechanical gambling or lottery device activated by the insertion of a 3 4 coin or by the insertion of any object purchased by any person taking 5 a chance by gambling in respect to the device; (c))) only bona fide members of the organization who are not paid for such service shall 6 7 participate in the management or operation of the activities, and all 8 income therefrom, after deducting the cost of prizes and other 9 expenses, shall be devoted solely to the lawful purposes of the 10 organization; and  $((\frac{d}{d}))$  <u>(c)</u> such organization shall notify the appropriate local law enforcement agency of the time and place where 11 such activities shall be conducted. The commission shall require an 12 13 annual information report setting forth in detail the expenses incurred and the revenue received relative to the activities permitted. 14

- (2) Bona fide charitable or nonprofit organizations holding a license to conduct a fund raising event may join together to jointly conduct a fund raising event if:
  - (a) Approval to do so is received from the commission; and
- 19 (b) The method of dividing the income and expenditures and the 20 method of recording and handling of funds are disclosed to the 21 commission in the application for approval of the joint fund raising 22 event and are approved by the commission.

The gross wagers and bets received by the organizations less the amount of money paid by the organizations as winnings and for the purchase costs of prizes given as winnings may not exceed ten thousand dollars during the total calendar days of such event. The net receipts each organization receives shall count against the organization's annual limit stated in this subsection.

A joint fund raising event shall count against only the lead organization or organizations receiving fifty percent or more of the net receipts for the purposes of the number of such events an organization may conduct each year.

The commission may issue a joint license for a joint fund raising event and charge a license fee for such license according to a schedule of fees adopted by the commission which reflects the added cost to the commission of licensing more than one licensee for the event.

37 **Sec. 2.** RCW 9.46.0241 and 1994 c 218 s 8 are each amended to read 38 as follows:

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"Gambling device," as used in this chapter, means: (1) Any device 1 mechanism ((the operation of)) which, when operated for a 2 consideration, creates or may create a right to money, credits, 3 4 deposits or other things of value ((may be created, in return for a consideration)), as the result of the operation of an element of 5 chance, including, but not limited to slot machines, video pull-tabs, 6 7 video poker, and other electronic games of chance; (2) any device or 8 mechanism which, when operated for a consideration, does not return the 9 same value or thing of value for the same consideration upon each operation thereof; (3) any device, mechanism, furniture, fixture, 10 construction or installation designed primarily for use in connection 11 with professional gambling; and (4) any subassembly or essential part 12 designed or intended for use in connection with any such device, 13 mechanism, furniture, fixture, construction or installation. 14 15 application of this definition, a pinball machine or similar mechanical 16 amusement device which confers only an immediate and unrecorded right of replay on players thereof, which does not contain any mechanism 17 which varies the chance of winning free games or the number of free 18 19 games which may be won or a mechanism or a chute for dispensing coins, currency, or ((a facsimile thereof,)) any item which may be redeemed 20 for value and which prohibits multiple winnings depending upon the 21 number of coins ((inserted and requires the playing of five balls 22 individually upon the insertion of a nickel or dime, as the case may 23 24 be, to complete any one operation thereof)) or amount of currency, 25 shall not be deemed a gambling device((: PROVIDED, That owning, 26 possessing, buying, selling, renting, leasing, financing, holding a 27 security interest in, storing, repairing and transporting such pinball 28 machines or similar mechanical amusement devices shall not be deemed 29 engaging in professional gambling for the purposes of this chapter and 30 shall not be a violation of this chapter: PROVIDED FURTHER, That any 31 fee for the purchase or rental of any such pinball machines or similar 32 amusement devices shall have no relation to the use to which such machines are put but be based only upon the market value of any such 33 34 machine, regardless of the location of or type of premises where used, 35 and any fee for the storing, repairing and transporting thereof shall 36 have no relation to the use to which such machines are put, but be 37 commensurate with the cost of labor and other expenses incurred in any 38 such storing, repairing and transporting)).

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NEW SECTION. Sec. 3. A new section is added to chapter 9.46 RCW 1 2 to read as follows:

3 The use of video, electronic, or mechanical gambling devices or 4 terminals which allow for individual play against such devices or terminals shall be prohibited for all purposes. 5

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- (1) "Individual play against such devices" means that the device or terminal is activated by the player, or at the direction of the player, whether or not other participants may also participate in the gambling activity by: (a) The insertion of money or monetary equivalent in any form including extension of credit or debit from a preexisting account held on behalf of the player; or (b) any other action whereby the player, for a consideration, initiates operation of the device or terminal, or indicates the player's participation in a gambling activity through the operation of the device or terminal.
- (2) Individuals shall not be deemed to be playing against a device (a) The device is a pull-tab dispensing device which dispenses pull-tabs as defined by RCW 9.46.0273 when such pull-tabs have been preprinted by a manufacturer licensed by the commission; (b) the device 19 dispenses a printed ticket allowing entry into an authorized activity and is not connected in any way to the process by which the winners are determined; (c) the device is an amusement game as defined by RCW 9.46.0201; or (d) the device is played only for amusement and contains 22 no functions that could be modified to render its use for gambling 23 24 purposes.

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